

SPECIAL HANDLING

SECRET

LAN-63-095

27 September 1963

## MEMORANDUM FOR THE RECORD

SUBJECT: Concurrence in Amendment No. 2, Contract No. BT-1943,  
with Itek Corporation, Project LANYARD

1. This memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in paragraph five.

2. This Amendment No. 2 increases the estimated cost and fixed fee in the amount of [redacted] respectively. The increase in estimated cost and fee results from the issuance of eight Technical Directives which are identified in the Appendix to the Amendment. As a result of the changes the total estimated target cost of the contract, exclusive of fixed fee is [redacted]. The total target fixed fee for the contract is [redacted]. In addition to the increase in cost and fee incremental funds are added by Amendment No. 2 in the amount of [redacted]. The net result of the foregoing is a total allotment of funds for this contract of [redacted]. It should be noted that while the total estimated target cost for this contract is [redacted] that the total estimated cost is [redacted] is payment for residual inventory. Certification of funds is contained in Headquarters Document TS-155939/A dated 12 September 1963. *OBLIGATED* [redacted] - *mk*

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3. The services and equipment being procured by this Letter Contract are in furtherance of the LANYARD Program, the nature of which cannot be publicly disclosed for security reasons. The undersigned Contracting Officer therefore determines that this procurement must be accomplished by negotiations pursuant to the authority of Section 3(a) of PL 81-110 and Class Determination and Finding, OXC-2122, signed by the DDCI on 25 October 1961.

4. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this contract will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract.

5. Concurrence in Amendment No. 2 to Contract BT-1943 is recommended.

[redacted]  
Contracting Officer

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DOCUMENT NO.  
NO CHANGE IN CLASS. *✓*  
☐ RECLASSIFIED  
CLASS. AUTHORITY: TS S B 2011  
PL 86-36/50 USC 1702  
ASYM. NA 1.1  
DATE: 20/7/81 REVIEWER: 064540

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with Itek Corporation - Project LANYARD

CONCURRENCES:

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10/19/63  
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10 OCT  
1963  
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13 OCT 63  
DATE

15 OCT 63  
DATE

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